

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

February 2, 2007

Mr. Kelly Lloyd West Valley Sand & Gravel, Inc. 4800 South Highway 40 P.O. Box 369 Heber City, Utah 84032

Subject: Request for Copy of Reclamation Surety and/or Surety Rider, West Valley Sand & Gravel, Inc, Daniels Canyon Pit, M0510008, Task ID# 1519, Wasatch County, Utah

Dear Mr. Lloyd:

On January 18, 2007, Ms. Beth Ericksen, Surety Coordinator, spoke with you about obtaining a copy of the reclamation surety that is held by the county. Later that week, Mr. Mike Dalley, of Staker & Parsons Companies telephoned Beth and indicated he would get the bond and fax it to her attention right away.

To date, the Division has not received a copy of the bond. As mentioned in a conversation with you, the Division requires the bond to provide assistance in naming the Division as co-beneficiary. However, Mr. Dalley or yourself can contact the insurance company and request the issuance of a rider naming The State of Utah, Division of Oil, Gas and Mining.

Failure to furnish and maintain reclamation surety may result in permit withdrawal, after notice and opportunity for board hearing, cessation of mining operations, and/or requirements to reclaim all lands affected by mining operations.

Kelly Lloyd Page 2 of 2 M0510008 February 2, 2007

Your assistance and cooperation are required to complete this important permitting requirement. Please direct communication and correspondence to Ms. Beth Ericksen, (801) 538-5318 or <a href="mailto:bethericksen@utah.gov">bethericksen@utah.gov</a>.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

2. Haddock

SMW:BE:pb cc: Beth Ericksen, DOGM Lynn Kunzler, DOGM

Mr. Mike Dalley, Staker & Parson Companies, 151 W. Vine St, Murray Utah 84107 P:\GROUPS\MINERALS\WP\M051-Wasatch\M0510008-DanielsCyn\Final\request for surety.doc